## **ORIGINAL**

EX PARTE OR LATE FILE!

## KAYE SCHOLER LLP

The McPherson Building 901 Fifteenth Street, NW Washington, DC 20005 202 682-3500 Fax 202 682-3580 www.kayescholer.com

Bruce Eisen 202 682-3538 Fax 682-3580 beisen@kayescholer.com

December 26.2002

Ms. Marlene H. Dortch Secretary Federal Communications Commission 445 Twelfth Street, SW Washington. DC 20554 RECEIVED

DEC 26 2002

FEDERAL COMMUNICATIONS COMMISSION
OFFICE OF THE SECRETARY

Re: Docket No. MB 02-235

Ex Parte Presentation, **DA** 02-2082

Dear Ms Dortch:

**ATTN: David Brown** 

On behalf of Spanish Broadcasting System, Inc., there is transmitted herewith an original and one (1) copy of a memorandum summarizing an oral exparte presentation made to Commissioner Jonathan S. Adelstein on December 24, 2002.

Should any questions arise with regard to this matter, kindly communicate directly with this office.

Very truly yours,

KAYE SCHOLER LLP

Drive A Figure

Enclosure

cc: Qualex International/Rm CY-8402 Commissioner Jonathan S. Adelstein

> No. of Coopies recta 012 List ABODS

## **EX PARTE MEMORANDUM** (Docket No. MB 02-235)

On December 24, 2002, Spanish Broadcasting System, Inc. ("SBS") made an <u>ex parte</u> presentation to Commissioner Jonathan S. Adelstein, pursuant to the Commission's Public Notice in the above-referenced docket, released August 26,2002.

The presentation demonstrated the way in which Clear Channel Communications, Inc. ("CCC") had misrepresented facts to the Commission and conspired to control United States Hispanic radio in violation of the Commission's ownership limits and the anti-trust laws. Raul Alarcon, Jr., President and Chief Executive Officer of SBS, made the presentation. SBS showed that the proposed transfer of control, which would result in the merger of Hispanic Broadcasting Corporation ("HBC") and Univision Communications, Inc. ("Univision"), would not comply with the public interest. The presentation addressed CCC's meaningful business relationship with HBC which has produced legal and anti-competitive actions, and which has impaired SBS's and other's ability to effectively compete in the market place. The presentation demonstrated that HBC and CCC have attempted to circumvent the Commission's ownership limits through CCC's ownership interest in HBC.

The wrongful activity also extends to Univision and Entravision Communications Corporation, which is affiliated with Univision, and in which Univision maintains what should be considered to be an attributable ownership interest. Thus, the Commission has been presented with another transaction fraught with the same willful violations of which CCC and HBC are guilty.

The public interest deserves better protection from government regulators because the relationship among the parties to the merger are not what they appear to be on the surface. Commission approval of the transaction will result in the elimination of competitive voices in the market place and the reduction of minority ownership in media.